

<i>SERFF Tracking Number:</i>	<i>FFDC-125692630</i>	<i>State:</i>	<i>Arkansas</i>
<i>First Filing Company:</i>	<i>Associated Indemnity Corporation, ...</i>	<i>State Tracking Number:</i>	<i>EFT \$50</i>
<i>Company Tracking Number:</i>	<i>NARPG0508</i>		
<i>TOI:</i>	<i>05.1 Commercial Multi-Peril - Non-Liability</i>	<i>Sub-TOI:</i>	<i>05.1000 CMP Sub-TOI Combinations</i>
	<i>Portion Only</i>		
<i>Product Name:</i>	<i>Earthquake Sprinkler Leakage Endorsement</i>		
<i>Project Name/Number:</i>	<i>Earthquake Sprinkler Leakage Endorsement/NWPG0508</i>		

Filing at a Glance

Companies: Associated Indemnity Corporation, American Automobile Insurance Company, Fireman's Fund Insurance Company, National Surety Corporation, The American Insurance Company

Product Name: Earthquake Sprinkler Leakage SERFF Tr Num: FFDC-125692630 State: Arkansas
Endorsement

TOI: 05.1 Commercial Multi-Peril - Non-Liability SERFF Status: Closed State Tr Num: EFT \$50
Portion Only

Sub-TOI: 05.1000 CMP Sub-TOI Combinations Co Tr Num: NARPG0508 State Status: Fees verified and received

Filing Type: Form	Co Status: Pending	Reviewer(s): Betty Montesi, Llyweyia Rawlins
	Authors: Michelle Davanzo, Gina Bondanza	Disposition Date: 06/13/2008
	Date Submitted: 06/12/2008	Disposition Status: Approved

Effective Date Requested (New): 09/15/2008	Effective Date (New): 09/15/2008
Effective Date Requested (Renewal): 09/15/2008	Effective Date (Renewal): 09/15/2008

State Filing Description:

General Information

Project Name: Earthquake Sprinkler Leakage Endorsement
Project Number: NWPG0508
Reference Organization:
Reference Title:
Filing Status Changed: 06/13/2008
State Status Changed: 06/13/2008
Corresponding Filing Tracking Number:
Filing Description:

Status of Filing in Domicile:
Domicile Status Comments:
Reference Number:
Advisory Org. Circular:

Deemer Date:

Enclosed for your review and approval is a new endorsement that enhances the insurance protection provided under our previously approved programs. Please see the enclosed Explanatory Memorandum for more information.

<i>SERFF Tracking Number:</i>	<i>FFDC-125692630</i>	<i>State:</i>	<i>Arkansas</i>
<i>First Filing Company:</i>	<i>Associated Indemnity Corporation, ...</i>	<i>State Tracking Number:</i>	<i>EFT \$50</i>
<i>Company Tracking Number:</i>	<i>NARPG0508</i>		
<i>TOI:</i>	<i>05.1 Commercial Multi-Peril - Non-Liability</i>	<i>Sub-TOI:</i>	<i>05.1000 CMP Sub-TOI Combinations</i>
	<i>Portion Only</i>		
<i>Product Name:</i>	<i>Earthquake Sprinkler Leakage Endorsement</i>		
<i>Project Name/Number:</i>	<i>Earthquake Sprinkler Leakage Endorsement/NWPG0508</i>		

Background and Need Assessment

Recent market research shows that our commercial business customers across many industries want a broader array of earthquake sprinkler leakage deductible options in order to evaluate the optimum choice for their risk management program.

Earthquake Sprinkler Leakage Endorsement – 143637 04 08

The Earthquake Sprinkler Leakage Endorsement – 143637 provides coverage and deductible options for the earthquake sprinkler leakage cause of loss written under the following Coverage Parts:

Property-Gard Building and Personal Property Coverage Form
Property-Gard Select Real and Personal Property Coverage Section

Earthquake Sprinkler Leakage Endorsement – Declarations – 143637DEC 04 08

The Earthquake Sprinkler Leakage Endorsement – 143637DEC is the declarations page which provides the limits of insurance for coverage described within the Earthquake Sprinkler Leakage Endorsement – 143637. Limits of insurance are adjustable and may be raised or lowered in order to tailor coverage to meet the individual needs of the customer.

Eligibility

The Earthquake Sprinkler Leakage Endorsement – 143637 may be attached to any commercial policy utilizing the Property coverage forms noted above.

This is a form filing.

Enclosed in support of this filing are the following:

1. Explanatory Memorandum
2. Earthquake Sprinkler Leakage Endorsement – 143637 04 08

SERFF Tracking Number:	FFDC-125692630	State:	Arkansas
First Filing Company:	Associated Indemnity Corporation, ...	State Tracking Number:	EFT \$50
Company Tracking Number:	NARPG0508		
TOI:	05.1 Commercial Multi-Peril - Non-Liability Portion Only	Sub-TOI:	05.1000 CMP Sub-TOI Combinations
Product Name:	Earthquake Sprinkler Leakage Endorsement		
Project Name/Number:	Earthquake Sprinkler Leakage Endorsement/NWPG0508		

3. Earthquake Sprinkler Leakage Endorsement Declarations – 143637DEC 04 08

Your approval/acknowledgement of this filing, which has a proposed effective date of September 15, 2008 would be appreciated.

Company and Contact

Filing Contact Information

Michelle Davanzo, Regulatory Services Senior Analyst
mdavanzo@ffic.com

777 San Marin Drive
Novato, CA 94998
(415) 899-2660 [Phone]
(866) 290-0671[FAX]

Filing Company Information

Associated Indemnity Corporation	CoCode: 21865	State of Domicile: California
777 San Marin Drive	Group Code: 761	Company Type:
Novato, CA 94998	Group Name:	State ID Number:
(415) 899-2817 ext. [Phone]	FEIN Number: 22-1708002	

American Automobile Insurance Company	CoCode: 21849	State of Domicile: Missouri
777 San Marin Drive	Group Code: 761	Company Type:
Novato, CA 94998	Group Name:	State ID Number:
(415) 899-2817 ext. [Phone]	FEIN Number: 22-1608585	

Fireman's Fund Insurance Company	CoCode: 21873	State of Domicile: California
777 San Marin Drive	Group Code: 761	Company Type:
Novato, CA 94998	Group Name:	State ID Number:
(415) 899-3290 ext. [Phone]	FEIN Number: 94-1610280	

National Surety Corporation	CoCode: 21881	State of Domicile: Illinois
777 San Marin Drive	Group Code: 761	Company Type:
Novato, CA 94998	Group Name:	State ID Number:
(415) 899-2817 ext. [Phone]	FEIN Number: 36-2704643	

<i>SERFF Tracking Number:</i>	<i>FFDC-125692630</i>	<i>State:</i>	<i>Arkansas</i>
<i>First Filing Company:</i>	<i>Associated Indemnity Corporation, ...</i>	<i>State Tracking Number:</i>	<i>EFT \$50</i>
<i>Company Tracking Number:</i>	<i>NARPG0508</i>		
<i>TOI:</i>	<i>05.1 Commercial Multi-Peril - Non-Liability</i>	<i>Sub-TOI:</i>	<i>05.1000 CMP Sub-TOI Combinations</i>
	<i>Portion Only</i>		
<i>Product Name:</i>	<i>Earthquake Sprinkler Leakage Endorsement</i>		
<i>Project Name/Number:</i>	<i>Earthquake Sprinkler Leakage Endorsement/NWPG0508</i>		
The American Insurance Company	CoCode: 21857	State of Domicile: Nebraska	
777 San Marin Drive	Group Code: 761	Company Type:	
Novato, CA 94998	Group Name:	State ID Number:	
(415) 899-2817 ext. [Phone]	FEIN Number: 22-0731810		

SERFF Tracking Number: FFDC-125692630 State: Arkansas

First Filing Company: Associated Indemnity Corporation, ... State Tracking Number: EFT \$50

Company Tracking Number: NARPG0508

TOI: 05.1 Commercial Multi-Peril - Non-Liability Sub-TOI: 05.1000 CMP Sub-TOI Combinations
Portion Only

Product Name: Earthquake Sprinkler Leakage Endorsement

Project Name/Number: Earthquake Sprinkler Leakage Endorsement/NWPG0508

Filing Fees

Fee Required? Yes

Fee Amount: \$50.00

Retaliatory? No

Fee Explanation:

Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Associated Indemnity Corporation	\$0.00	06/12/2008	
American Automobile Insurance Company	\$0.00	06/12/2008	
Fireman's Fund Insurance Company	\$50.00	06/12/2008	20827526
National Surety Corporation	\$0.00	06/12/2008	
The American Insurance Company	\$0.00	06/12/2008	

SERFF Tracking Number:	FFDC-125692630	State:	Arkansas
First Filing Company:	Associated Indemnity Corporation, ...	State Tracking Number:	EFT \$50
Company Tracking Number:	NARPG0508		
TOI:	05.1 Commercial Multi-Peril - Non-Liability Portion Only	Sub-TOI:	05.1000 CMP Sub-TOI Combinations
Product Name:	Earthquake Sprinkler Leakage Endorsement		
Project Name/Number:	Earthquake Sprinkler Leakage Endorsement/NWPG0508		

Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Approved	Llyweyia Rawlins	06/13/2008	06/13/2008

SERFF Tracking Number: FFDC-125692630 State: Arkansas
First Filing Company: Associated Indemnity Corporation, ... State Tracking Number: EFT \$50
Company Tracking Number: NARPG0508
TOI: 05.1 Commercial Multi-Peril - Non-Liability Sub-TOI: 05.1000 CMP Sub-TOI Combinations
Portion Only
Product Name: Earthquake Sprinkler Leakage Endorsement
Project Name/Number: Earthquake Sprinkler Leakage Endorsement/NWPG0508

Disposition

Disposition Date: 06/13/2008
Effective Date (New): 09/15/2008
Effective Date (Renewal): 09/15/2008
Status: Approved
Comment:

Rate data does NOT apply to filing.

Overall Rate Information for Multiple Company Filings

Overall Percentage Rate Indicated For This Filing	0.000%
Overall Percentage Rate Impact For This Filing	0.000%
Effect of Rate Filing-Written Premium Change For This Program	\$0
Effect of Rate Filing - Number of Policyholders Affected	0

SERFF Tracking Number: FFDC-125692630 State: Arkansas

First Filing Company: Associated Indemnity Corporation, ... State Tracking Number: EFT \$50

Company Tracking Number: NARPG0508

TOI: 05.1 Commercial Multi-Peril - Non-Liability Sub-TOI: 05.1000 CMP Sub-TOI Combinations
Portion Only

Product Name: Earthquake Sprinkler Leakage Endorsement

Project Name/Number: Earthquake Sprinkler Leakage Endorsement/NWPG0508

Item Type	Item Name	Item Status	Public Access
Supporting Document	Uniform Transmittal Document-Property & Casualty	Approved	Yes
Supporting Document	Declaration Page	Approved	Yes
Supporting Document	Explanatory memorandum	Approved	Yes
Supporting Document	Form Filing Schedule	Approved	Yes
Supporting Document	Cover Letter	Approved	Yes
Form	Earthquake Sprinkler Leakage Endorsement	Approved	Yes

SERFF Tracking Number: FFDC-125692630 State: Arkansas

First Filing Company: Associated Indemnity Corporation, ... State Tracking Number: EFT \$50

Company Tracking Number: NARPG0508

TOI: 05.1 Commercial Multi-Peril - Non-Liability Sub-TOI: 05.1000 CMP Sub-TOI Combinations
Portion Only

Product Name: Earthquake Sprinkler Leakage Endorsement

Project Name/Number: Earthquake Sprinkler Leakage Endorsement/NWPG0508

Form Schedule

Review Status	Form Name	Form #	Edition Date	Form Type Action	Action Specific Data	Readability	Attachment
Approved	Earthquake Sprinkler Leakage Endorsement	143637	04 08	Endorsement New nt/Amendment/Conditions			143637 Earthquake Sprinkler Leakage Endorsement t_final.pdf

Earthquake Sprinkler Leakage Endorsement - 143637 04 08

Policy Amendment(s) Commercial Property Coverage

I. Coverage

- A. If this Endorsement is attached to the Property-Gard Building and Personal Property Coverage Part – 142000, then we will pay for direct physical loss or damage to Covered Property caused by or resulting from **Earthquake Sprinkler Leakage** at the **premises** described in the Schedule of this Endorsement.
- B. 1. If this Endorsement is attached to the Property-Gard Select Real and Personal Property Coverage Section – 190001, then we will pay for direct physical loss or damage to Property Insured caused by or resulting from **Earthquake Sprinkler Leakage** at the **premises** described in the Schedule of this Endorsement.
2. Exclusion D.1.d. of the Property-Gard Select Real and Personal Property Coverage Section – 190001 is deleted and replaced with the following:
- d. Earth Movement
- Any natural or man-made earth movement (other than sinkhole collapse), such as earthquake, landslide, subsidence or earth sinking, rising or shifting. But if loss or damage from fire or explosion results, we will pay for that resulting loss or damage.
- C. If the Declarations show you have Business Income, Business Income with Extra Expense, Extra Expense, or Expediting Expense Coverage, then we will pay for the actual loss of **business income, rental value**, or necessary **extra expense** or expediting expense that you sustain due to the necessary full or partial suspension of **operations** during the **period of restoration**. The suspension must be caused by direct physical loss or damage caused by or resulting from **Earthquake Sprinkler Leakage** at the **premises** described in the Schedule of this Endorsement.

II. Exclusions or Limitations of Coverage

A covered **Earthquake Sprinkler Leakage** event does not create, nor will it invoke coverage for the loss of **business income, rental value, extra expense**, expediting expense, or consequential loss of any kind or nature provided elsewhere under this Coverage Section or Policy, except as provided by this Endorsement under Earthquake Sprinkler Leakage Coverage.

III. Deductible

- A. With respect to the coverage provided by this Endorsement, the deductible(s) stated in the Schedule of this Endorsement, or in the Declarations applicable to this Endorsement, supersedes any other such deductible contained elsewhere in this policy. No other deductible applies to coverage provided by this Endorsement.
- B. The deductible(s) stated in the Schedule of this Endorsement, or in the Declarations applicable to this Endorsement, apply to each **occurrence**.

This Form must be attached to Change Endorsement when issued after the policy is written.

One of the **Fireman's Fund Insurance Companies** as named in the policy.



Secretary



President

- C. We will not pay for loss or damage in any one **occurrence** until the amount of covered loss or damage exceeds the deductible indicated in the Deductible Schedule of this Endorsement. We will then pay the amount of covered loss or damage in excess of the deductible, up to the applicable Blanket Per Occurrence Limit(s) of Insurance or the Per Occurrence Sublimit(s) of Insurance stated in the Schedule of this Endorsement.
- D. If loss or damage is caused by **Earthquake Sprinkler Leakage** and subsequent loss or damage is caused by a covered Cause of Loss, such as fire or explosion, by means of an exception to the Earth Movement Exclusion, then the only applicable deductible provisions that apply are those stated in this Endorsement.
- E. If no deductible is stated in the Schedule of this Endorsement, or in the Declarations applicable to this Endorsement, then the deductible(s) stated in the Declarations apply to coverage provided under this Endorsement.
- F. **Property Damage Deductibles**
1. If the Deductible stated in the Schedule of this Endorsement is a dollar deductible amount, then the dollar amount is the sum we will subtract from covered loss or damage in any one **occurrence**.
 2. a. If the Deductible stated in the Deductible Schedule of this Endorsement is a percentage deductible, then the sum we will subtract from covered loss or damage in any one **occurrence** will be a percentage of each covered item's **value**.
b. The deductible percentage applies separately to the total **value** of each of the following items:
 - (1) Each building or structure;
 - (2) The contents of each building or structure; and
 - (3) Personal property in the open.
c. If a Minimum Deductible amount is stated in the Property Damage Deductible Schedule, then we will subtract at least the Minimum Deductible amount from the covered loss or damage you sustain in any one **occurrence**.
- G. **Business Income or Rental Value Deductibles**
1. If the Deductible stated in the Schedule of this Endorsement is a dollar deductible amount, then the dollar amount is the sum we will subtract from a covered Business Income loss in any one **occurrence**.
 2. If the Deductible stated in the Schedule of this Endorsement is an hourly deductible, then we will not pay for the loss of **business income** or **rental value** in any one **occurrence** until the amount of covered Business Income loss exceeds the designated number of hours indicated in the Business Income or Rental Value Deductible Schedule of this Endorsement. We will then pay the amount of covered loss in excess of the deductible, up to the applicable Blanket Per Occurrence Limit(s) of Insurance or the Per Occurrence Sublimit(s) of Insurance stated in the Schedule of this Endorsement.
 3. If a Minimum Deductible amount is stated in the Business Income or Rental Value Deductible Schedule, then we will subtract at least the Minimum Deductible amount from the covered Business Income loss you sustain in any one **occurrence**.
- H. The deductibles stated in the Deductible Schedules of this Endorsement do not apply to **extra expense** coverage provided by this Endorsement.

IV. Limits of Insurance

- A. Regardless of any other coverage or Limits of Insurance stated in this policy, the most we will pay for loss, damage, or expense including loss of **business income, rental value, extra expense**, expediting expense, or debris removal, in any one **occurrence** for a covered loss under this Endorsement is the applicable Blanket Per Occurrence Limit(s) of Insurance or the Per Occurrence Sublimit(s) of Insurance stated in the Schedule of this Endorsement.
- B. The Per Occurrence Sublimits of Insurance shown in the Schedule are a part of, not in addition to the Blanket Per Occurrence Limit(s) of Insurance stated in the Schedule of this Endorsement. If the Schedule of this Endorsement shows the term “included” as a Per Occurrence Sublimit of Insurance, then coverage under this Endorsement is subject to the applicable Blanket Per Occurrence Limit of Insurance.
- C. If the Schedule of this Endorsement shows the term “included” as a Blanket Per Occurrence Limit of Insurance, then coverage under this Endorsement is subject to the applicable Limit of Insurance stated in the Declarations of this policy.
- D. If the Schedule of this Endorsement shows a Blanket Per Occurrence Limit of Insurance in conjunction with a Per Occurrence Sublimit(s) of Insurance, then the Per Occurrence Sublimit(s) of Insurance stated in the Schedule is part of, and not in addition to the Blanket Per Occurrence Limit(s) of Insurance.

V. Coinsurance

The Coinsurance Provisions do not apply to this endorsement.

VI. Additional Definitions

The following terms used in this Endorsement, the Schedule of this Endorsement, or in the Declarations applicable to this Endorsement, are defined as follows:

- A. **Earth Movement** means any natural earth movement, such as but not limited to the sinking, rising, shifting, expanding or contracting of earth; **earthquake**; volcanic eruption, explosion or effusion; landslide; avalanche; subsidence; mine subsidence; settling; or, erosion. Earth movement does not mean or include:
 - 1. Tsunami, tidal waves, or **flood**, whether or not directly or indirectly caused by earth movement; or
 - 2. Any vibrations or earth movement caused by or resulting from human activity.
- B. **Earthquake** means, tremors or vibrations within and upon the earth's crust caused by seismic displacement, rupture or creation of faults within the earth's crust that are associated with natural tectonic processes; or volcanic eruption, explosion or effusion. **Earthquake** does not mean or include:
 - 1. Tsunami, tidal waves, or **flood**, whether or not directly or indirectly caused by **earthquake**; or
 - 2. Any vibrations or **earth movement** caused by or resulting from human activity.
- C. **Earthquake Sprinkler Leakage** means the following:

1. If this Endorsement is attached to the Property-Gard Select Real and Personal Property Coverage Section – 190001, then **Earthquake Sprinkler Leakage** means leakage of any substance from **fire protective equipment** caused by or resulting from **earth movement**.
 2. If this Endorsement is attached to the Property-Gard Building and Personal Property Coverage Section – 142000, then **Earthquake Sprinkler Leakage** means leakage of any substance from **fire protective equipment** caused by or resulting from **earthquake**.
- D. **Fire Protective Equipment** means any wet, dry, chemical or gaseous fire suppression or extinguishing systems, including fire suppression supply tanks; supply lines; ducts or piping; pumps; private mains or hydrants; standpipes or outlets; and their component parts or supports; which you own, lease or rent from others.
- E. **Occurrence** means all elements of loss, regardless of the number of locations involved, caused by or resulting from **earthquake** or **earth movement**, arising out of a single event that occurs within any 168 hour period. The expiration of this policy will not reduce the 168 hour period.
- F. **Value** means the 100% value for each covered item at the time of loss and is based upon the valuation clause used in the Coverage Part, Coverage Section, or Policy.
- VII. This policy is otherwise subject to all the terms, conditions, provisions and stipulations of the policy to which it is attached.

<i>SERFF Tracking Number:</i>	<i>FFDC-125692630</i>	<i>State:</i>	<i>Arkansas</i>
<i>First Filing Company:</i>	<i>Associated Indemnity Corporation, ...</i>	<i>State Tracking Number:</i>	<i>EFT \$50</i>
<i>Company Tracking Number:</i>	<i>NARPG0508</i>		
<i>TOI:</i>	<i>05.1 Commercial Multi-Peril - Non-Liability Portion Only</i>	<i>Sub-TOI:</i>	<i>05.1000 CMP Sub-TOI Combinations</i>
<i>Product Name:</i>	<i>Earthquake Sprinkler Leakage Endorsement</i>		
<i>Project Name/Number:</i>	<i>Earthquake Sprinkler Leakage Endorsement/NWPG0508</i>		

Rate Information

Rate data does NOT apply to filing.

SERFF Tracking Number: FFDC-125692630 State: Arkansas
First Filing Company: Associated Indemnity Corporation, ... State Tracking Number: EFT \$50
Company Tracking Number: NARPG0508
TOI: 05.1 Commercial Multi-Peril - Non-Liability Sub-TOI: 05.1000 CMP Sub-TOI Combinations
Portion Only
Product Name: Earthquake Sprinkler Leakage Endorsement
Project Name/Number: Earthquake Sprinkler Leakage Endorsement/NWPG0508

Supporting Document Schedules

Satisfied -Name:	Uniform Transmittal Document-Property & Casualty	Review Status:	Approved	06/13/2008
Comments:				
Attachment:	NAIC Transmittal - Form.pdf			
Satisfied -Name:	Declaration Page	Review Status:	Approved	06/13/2008
Comments:				
Attachment:	EQSL - Dec final.pdf			
Satisfied -Name:	Explanatory memorandum	Review Status:	Approved	06/13/2008
Comments:				
Attachment:	EQSL - Explan MemoV2.pdf			
Satisfied -Name:	Form Filing Schedule	Review Status:	Approved	06/13/2008
Comments:				
Attachment:	Form Filing Schedule.pdf			
Satisfied -Name:	Cover Letter	Review Status:	Approved	06/13/2008
Comments:				
Attachment:	Cover Letter NWPG0508.pdf			

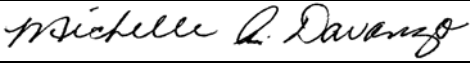
Property & Casualty Transmittal Document

1. Reserved for Insurance Dept. Use Only	2. Insurance Department Use only	
	a. Date the filing is received:	
	b. Analyst:	
	c. Disposition:	
	d. Date of disposition of the filing:	
	e. Effective date of filing:	
	New Business	
	Renewal Business	
	f. State Filing #:	
	g. SERFF Filing #:	
h. Subject Codes		

3. Group Name	Fireman's Fund Insurance Companies				Group NAIC #	0761
4. Company Name(s)	Domicile	NAIC #	FEIN #	State #		
Fireman's Fund Insurance Company	CA	21873	94-1610280			
National Surety Corporation	IL	21881	36-2704643			
The American Insurance Company	NE	21857	22-0731810			
Associated Indemnity Corporation	CA	21865	22-1708002			
American Automobile Insurance Company	MO	21849	22-1608585			

5. Company Tracking Number	NARPG0508
-----------------------------------	-----------

Contact Info of Filer(s) or Corporate Officer(s) [include toll-free number]

6. Name and address	Title	Telephone #s	FAX #	e-mail
Michelle A. Davanzo	Regulatory Analyst	(415) 899-2660	866-290-0671	michelle.davanzo@ffic.com
7. Signature of authorized filer				
8. Please print name of authorized filer	Michelle A. Davanzo			

Filing information (see General Instructions for descriptions of these fields)

9. Type of Insurance (TOI)	5.1 Commercial Multiple Peril			
10. Sub-Type of Insurance (Sub-TOI)	5.1000 CMP Sub-TOI Combinations			
11. State Specific Product code(s)(if applicable)[See State Specific Requirements]				
12. Company Program Title (Marketing title)				
13. Filing Type	<input type="checkbox"/> Rate/Loss Cost <input type="checkbox"/> Rules <input type="checkbox"/> Rates/Rules <input checked="" type="checkbox"/> Forms <input type="checkbox"/> Combination Rates/Rules/Forms <input type="checkbox"/> Withdrawal <input type="checkbox"/> Other (give description)			
14. Effective Date(s) Requested	New:	09-15-08	Renewal:	09-15-08
15. Reference Filing?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
16. Reference Organization (if applicable)				
17. Reference Organization # & Title				
18. Company's Date of Filing	6-12-08			
19. Status of filing in domicile	<input type="checkbox"/> Not Filed <input checked="" type="checkbox"/> Pending <input type="checkbox"/> Authorized <input type="checkbox"/> Disapproved			

Property & Casualty Transmittal Document—

20.	This filing transmittal is part of Company Tracking #	NARPG0508
------------	--	-----------

21.	Filing Description [This area can be used in lieu of a cover letter or filing memorandum and is free-form text]
------------	--

Enclosed for your review and approval is a new endorsement that enhances the insurance protection provided under our previously approved programs. Please see the enclosed Explanatory Memorandum for more information.

Recent market research shows that our commercial business customers across many industries want a broader array of earthquake sprinkler leakage deductible options in order to evaluate the optimum choice for their risk management program.

The Earthquake Sprinkler Leakage Endorsement – 143637 provides coverage and deductible options for the earthquake sprinkler leakage cause of loss written under the following Coverage Parts:

Property-Gard Building and Personal Property Coverage Form
Property-Gard Select Real and Personal Property Coverage Section

The Earthquake Sprinkler Leakage Endorsement – 143637DEC is the declarations page which provides the limits of insurance for coverage described within the Earthquake Sprinkler Leakage Endorsement – 143637. Limits of insurance are adjustable and may be raised or lowered in order to tailor coverage to meet the individual needs of the customer.

The Earthquake Sprinkler Leakage Endorsement – 143637 may be attached to any commercial policy utilizing the Property coverage forms noted above.

This is a form filing.

Enclosed in support of this filing are the following:

1. Explanatory Memorandum
2. Earthquake Sprinkler Leakage Endorsement – 143637 04 08
3. Earthquake Sprinkler Leakage Endorsement Declarations – 143637DEC 04 08

Your approval/acknowledgement of this filing, which has a proposed effective date of September 15, 2008 would be appreciated.

22.	Filing Fees (Filer must provide check # and fee amount if applicable) [If a state requires you to show how you calculated your filing fees, place that calculation below]
------------	---

Check #:

Amount:

Refer to each state's checklist for additional state specific requirements or instructions on calculating fees.

*****Refer to the each state's checklist for additional state specific requirements (i.e. # of additional copies required, other state specific forms, etc.)**

Earthquake Sprinkler Leakage Endorsement – 143637DEC 04 08

Policy Amendment – Earthquake Sprinkler Leakage Endorsement – 143637 04 08

Schedule

Limit(s) of Insurance	
Location(s)	Blanket Per Occurrence Limit of Insurance
	\$ _____
Location(s)	Per Occurrence Sublimit(s) of Insurance
	\$ _____
	\$ _____
	\$ _____
	\$ _____

Property Damage Deductible Schedule

Location(s)	Dollar Deductible Amount (\$)	Percentage Deductible (%)	Minimum Deductible
	\$ _____	____%	\$ _____
	\$ _____	____%	\$ _____
	\$ _____	____%	\$ _____

Business Income or Rental Value Deductible Schedule

Location(s)	Dollar Deductible Amount (\$)	Hour Deductible	Minimum Deductible
	\$ _____	____ Hours	\$ _____
	\$ _____	____ Hours	\$ _____
	\$ _____	____ Hours	\$ _____

Information required to complete this Schedule, if not shown above, will be shown in the Declarations.

A Blanket Per Occurrence Limit of Insurance or Per Occurrence Sublimit of Insurance must be shown in the above Schedule, or in the Declarations applicable to this Endorsement, in order for coverage under this Endorsement to apply.

If no Blanket Per Occurrence Limit of Insurance or no Sublimit of Insurance is shown in the Schedule of this Endorsement, or in the Declarations applicable to this Endorsement, then the coverage provided by this Endorsement does not apply.

If "0", "N/A", or "not covered" is shown as a Blanket Per Occurrence Limit of Insurance or as a Per Occurrence Sublimit of Insurance in the above Schedule, or in the Declarations applicable to this Endorsement, then coverage provided by this Endorsement does not apply.

This Form must be attached to Change Endorsement when issued after the policy is written.

One of the **Fireman's Fund Insurance Companies** as named in the policy.



Secretary

143637DEC 04 08

Includes copyrighted material of Insurance Services Office, Inc., with its permission.

© 2008, Fireman's Fund Insurance Company, Novato, CA. All rights reserved.



President

Explanatory Memorandum Earthquake Sprinkler Leakage Endorsement – 143637 04 08

Enclosed for your review and approval is a new endorsement that enhances the insurance protection provided under our previously approved programs.

Background and Need Assessment

Recent market research shows that our commercial business customers across many industries want a broader array of earthquake sprinkler leakage deductible options in order to evaluate the optimum choice for their risk management program.

Earthquake Sprinkler Leakage Endorsement – 143637 04 08

The Earthquake Sprinkler Leakage Endorsement – 143637 provides coverage and deductible options for the earthquake sprinkler leakage cause of loss written under the following Coverage Parts:

Property-Gard Building and Personal Property Coverage Form
Property-Gard Select Real and Personal Property Coverage Section

Earthquake Sprinkler Leakage Endorsement – Declarations – 143637DEC 04 08

The Earthquake Sprinkler Leakage Endorsement – 143637DEC is the declarations page which provides the limits of insurance for coverage described within the Earthquake Sprinkler Leakage Endorsement – 143637. Limits of insurance are adjustable and may be raised or lowered in order to tailor coverage to meet the individual needs of the customer.

Eligibility

The Earthquake Sprinkler Leakage Endorsement – 143637 may be attached to any commercial policy utilizing the Property coverage forms noted above.

Premium Impact Deductible Options

The following deductible deviations apply to the Commercial Lines Manual as published by the Insurance Services Office in Division Five - Fire and Allied Lines. Rating is subject to rate(s) and premium(s) consistent with current rating rules and practices filed by or on behalf of the company.

Property Damage Deductibles: A separate earthquake sprinkler leakage deductible may be applied to property damage caused by or resulting from the earthquake sprinkler leakage cause of loss. The property damage deductible may be a dollar deductible amount or a percentage deductible.

Business Income Deductibles: A separate earthquake sprinkler leakage deductible may be applied to business income. The business income deductible may be a dollar deductible amount or an hourly deductible. If an hourly deductible applies, the deductible will be a specified number of hours immediately following direct physical loss or damage caused by or resulting from earthquake sprinkler leakage.

Note: If a minimum dollar deductible amount is shown under the Earthquake Sprinkler Leakage Endorsement, at a minimum, that dollar amount will be deducted from the loss.

- a. **Property Damage - Dollar Deductible:** If a dollar deductible is shown under the Earthquake Sprinkler Leakage Endorsement, then the deductible premium credit is derived by dividing the dollar deductible amount by the corresponding building and personal property values in order to obtain the applicable deductible percentage. Then apply the percentage to the 80% coinsurance Earthquake Sprinkler Leakage loss costs.

Example: If a \$250,000 deductible applies to \$10,000,000 of real and business personal property, apply a 2.5% credit (modification factor = .975) to the 80% coinsurance Earthquake Sprinkler Leakage loss costs ($\$250,000/\$10,000,000 = .025$).

- b. **Property Damage - Percentage Deductible:** If a percentage deductible is shown under the Earthquake Sprinkler Leakage Endorsement, then the deductible premium credit will be equal to the percentage deductible. Apply the percentage to the 80% coinsurance Earthquake Sprinkler Leakage loss costs.

Example: If the deductible percentage applicable to the Earthquake Sprinkler Leakage Cause of Loss is 7%, then apply a 7% credit (modification factor = .93) to the 80% coinsurance Earthquake Sprinkler Leakage loss costs.

- c. **Business Income – Dollar Deductible:** If a business income dollar deductible is shown under the Earthquake Sprinkler Leakage Endorsement, then the deductible premium credit is derived by dividing the dollar deductible amount by the corresponding business income value in order to obtain the applicable deductible percentage. Then apply the percentage to the 80% coinsurance Earthquake Sprinkler Leakage loss costs.

Example: If a \$250,000 deductible applies to a business income limit of \$8,000,000, then apply a 3.1% credit (modification factor = .969) to the 80% coinsurance Earthquake Sprinkler Leakage loss costs ($\$250,000/\$8,000,000 = .031$).

- d. **Business Income – Hourly Deductible:** The deductible credit for business income and extra expense will be 2% for every 168 hours applicable.

Example: If a 168 hour deductible applies to business income and extra expense, then apply a 2% credit (modification factor = .98) to the 80% coinsurance Earthquake Sprinkler Leakage building loss costs.

If less than 168 hours is requested, then use the table below:

Hours	Credit %
24	No credit
48	0.333
72	0.667
96	1.000
120	1.333
144	1.667
168	2.000

PROPERTY & CASUALTY FORM FILING SCHEDULE

(This form must be provided ONLY when making a filing that includes forms.)

(Do **not** refer to the body of the filing for the forms listing, unless allowed by the state.)

	This filing transmittal is part of Company Tracking #			NARPG0508	
	This filing corresponds to rate/rule filing number (Company tracking number of rate/rule filing, if applicable)				
	Form Name/ Description/Synopsis	Form# Include edition Date	Replacement Or Withdrawn	If replacement, give form # it replaces	Previous state filing number, (if required by state)
1	Earthquake Sprinkler Leakage Endorsement	143637 04 08	<input checked="" type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn		
2			<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn		
3			<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn		
4			<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn		
5			<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn		
6			<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn		
7			<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn		
8			<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn		
9			<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn		
10			<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn		



June 12, 2008

Honorable Julie Benafield Bowman
Commissioner of Insurance
Arkansas Insurance Department
1200 West Third Street
Little Rock, Arkansas 72201-1904

RE: COMMERCIAL MULTIPLE PERIL
EARTHQUAKE SPRINKLER LEAKAGE ENDORSEMENT
PROPERTY-GARD AND PROPERTY-GARD SELECT
Fireman's Fund Insurance Company 0761-21873
The American Insurance Company 0761-21857
National Surety Corporation 0761-21881
Associated Indemnity Corporation 0761-21865
American Automobile Insurance Company 0761-21849
Company Filing #NARPG0508

Dear Sir or Madam:

Enclosed for your review and approval is a new endorsement that enhances the insurance protection provided under our previously approved programs. Please see the enclosed Explanatory Memorandum for more information.

Background and Need Assessment

Recent market research shows that our commercial business customers across many industries want a broader array of earthquake sprinkler leakage deductible options in order to evaluate the optimum choice for their risk management program.

Earthquake Sprinkler Leakage Endorsement – 143637 04 08

The Earthquake Sprinkler Leakage Endorsement – 143637 provides coverage and deductible options for the earthquake sprinkler leakage cause of loss written under the following Coverage Parts:

Property-Gard Building and Personal Property Coverage Form
Property-Gard Select Real and Personal Property Coverage Section

Earthquake Sprinkler Leakage Endorsement – Declarations – 143637DEC 04 08

The Earthquake Sprinkler Leakage Endorsement – 143637DEC is the declarations page which provides the limits of insurance for coverage described within the Earthquake Sprinkler Leakage Endorsement – 143637. Limits of insurance are adjustable and may be raised or lowered in order to tailor coverage to meet the individual needs of the customer.

Fireman's Fund
Insurance Companies
A member of the
Alliance Group

777 San Marin Drive
Novato, CA 94998
415.899.2000

Eligibility

The Earthquake Sprinkler Leakage Endorsement – 143637 may be attached to any commercial policy utilizing the Property coverage forms noted above.

This is a form filing.

Enclosed in support of this filing are the following:

1. Explanatory Memorandum
2. Earthquake Sprinkler Leakage Endorsement – 143637 04 08
3. Earthquake Sprinkler Leakage Endorsement Declarations – 143637DEC 04 08

Your approval/acknowledgement of this filing, which has a proposed effective date of September 15, 2008 would be appreciated.

Sincerely,



Michelle A. Davanzo
Regulatory Analyst
Commercial Business, Governance
800-227-1700 ext 2660 wk
415-899-2660